By: Goolsby H.B. No. 655

Substitute the following for H.B. No. 655:

By: Eiland C.S.H.B. No. 655

A BILL TO BE ENTITLED

1 AN ACT

2 relating to liability insurance for volunteer health care

- 3 providers.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Article 21.49-3, Insurance Code, is amended by
- 6 adding Section 3C to read as follows:
- Sec. 3C. COVERAGE FOR VOLUNTEER HEALTH CARE PROVIDERS. (a)
- 8 In this section:
- 9 (1) "Charitable organization" has the meaning
- 10 <u>assigned by Section 84.003, Civil Practice and Remedies Code.</u>
- 11 (2) "Volunteer health care provider" has the meaning
- 12 <u>assigned by Section 84.003, Civil Practice and Remedies Code.</u>
- 13 (b) The association shall make available medical liability
- 14 insurance or appropriate health care liability insurance covering a
- 15 volunteer health care provider for the legal liability of the
- 16 person against any loss, damage, or expense incident to a claim
- arising out of the death or injury of any person as the result of
- 18 <u>negligence in rendering or the failure to render professional</u>
- 19 service while acting in the course and scope of the person's duties
- 20 as a volunteer health care provider as described by Chapter 84,
- 21 Civil Practice and Remedies Code.
- (c) A volunteer health care provider who is serving as a
- 23 direct service volunteer of a charitable organization is eligible
- 24 to obtain from the association the liability insurance made

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- 1 available under this section. A volunteer health care provider who
- 2 obtains coverage under this section is subject to Section 4A of this
- 3 article and the other provisions of this article in the same manner
- 4 as physicians who are eligible to obtain medical liability
- 5 insurance from the association.
- 6 (d) This section does not affect the liability of a
- 7 volunteer health care provider who is serving as a direct service
- 8 volunteer of a charitable organization. Section 84.004(c), Civil
- 9 Practice and Remedies Code, applies to the volunteer health care
- 10 provider without regard to whether the volunteer health care
- 11 provider obtains liability insurance under this section.
- 12 SECTION 2. Article 21.49-4(a), Insurance Code, is amended
- 13 by adding Subdivisions (4) and (5) to read as follows:
- 14 (4) "Charitable organization" has the meaning
- assigned by Section 84.003, Civil Practice and Remedies Code.
- 16 (5) "Volunteer health care provider" has the meaning
- 17 assigned by Section 84.003, Civil Practice and Remedies Code.
- SECTION 3. Article 21.49-4, Insurance Code, is amended by
- 19 adding Subsection (c-1) to read as follows:
- 20 (c-1) The trust, in accordance with Subsection (c) of this
- 21 article, may make available professional liability insurance
- 22 <u>covering a volunteer health care provider for an act or omission</u>
- 23 resulting in death, damage, or injury to a patient while the person
- 24 is acting in the course and scope of the person's duties as a
- volunteer health care provider as described by Chapter 84, Civil
- 26 Practice and Remedies Code. This subsection does not affect the
- 27 liability of a volunteer health care provider who is serving as a

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- 1 direct service volunteer of a charitable organization. Section
- 2 84.004(c), Civil Practice and Remedies Code, applies to the
- 3 volunteer health care provider without regard to whether the
- 4 volunteer health care provider obtains liability insurance under
- 5 this subsection. The trust may make professional liability
- 6 insurance available under this subsection to a volunteer health
- 7 care provider without regard to whether the volunteer health care
- 8 provider is a physician or dentist.
- 9 SECTION 4. The joint underwriting association established
- 10 under Article 21.49-3, Insurance Code, is not required to make
- 11 liability insurance available in accordance with Section 3C,
- 12 Article 21.49-3, Insurance Code, as added by this Act, before the
- 13 181st day after the effective date of this Act.
- 14 SECTION 5. This Act applies only to a professional
- 15 liability insurance policy that is delivered, issued for delivery,
- or renewed on or after the 181st day after the effective date of
- 17 this Act. A policy delivered, issued for delivery, or renewed
- 18 before the 181st day after the effective date of this Act is
- 19 governed by the law as it existed immediately before the effective
- 20 date of this Act, and that law is continued in effect for that
- 21 purpose.
- 22 SECTION 6. This Act takes effect immediately if it receives
- 23 a vote of two-thirds of all the members elected to each house, as
- 24 provided by Section 39, Article III, Texas Constitution. If this
- 25 Act does not receive the vote necessary for immediate effect, this
- 26 Act takes effect September 1, 2005.